



PROPOSED 2010 LEGISLATIVE ACTION

Proposed Legislation:

- Clean Energy Manufacturing Incentive Grant
- Data Center Sales and Use Tax Exemptions
- Project Ignite
- Mega Projects Site Planning Grant Program
- Flexibility in Using GOF Clawbacks

Protect Current Programs:

- Live Up to Commitments Made to Companies
- Achieve Appropriate Levels of Funding

- **Replace the Existing Solar Photovoltaic Manufacturing Incentive Grant**
 - Underutilized Tool -- \$18 million of Grants Available
 - “By Right” Program
 - Cannot Impose Requirements for Jobs and Capital Investment
- **Authorize a Grant Program for Clean Energy Projects**
 - Renewable Energy and Nuclear Projects
 - Negotiate Appropriate Incentive
 - Impose Requirements for Jobs and Capital Investment

- Specific Exemption for EDS in 2008 Session
- General Exemption for Larger Data Centers in 2009 Session
 - \$150MM Capital Investment
 - 50 New Jobs Paying 1.5X Prevailing Average Wage
- Data Center Operators have Requested Flexibility to Make Virginia Competitive with Other States:
 - Add Chillers
 - Add Back-up Generators
 - Add Enabling Software

- **Third Leg of the Mega Projects Stool:**
 - VPBA Funding for State-Level Incentives – 2009
 - VRA Funding for Local-Level Incentives – 2009
- **Competitive Grant Program to Provide Funds for Localities**
 - Geographic Diversity
 - In Line with Strategic Targets
 - Promote Regional Cooperation
 - Funds Can be Used for Site and Site Development Work
 - Requires Gubernatorial Approval

USE OF GOF CLAWBACK FUNDS

- **Now: All GOF Clawback Funds go Back into the GOF Fund to be Used Solely for Future GOF Grants**
- **Request: Allow Some Flexibility on How to Use a Portion of Those Funds**
- **Permit Some Funds to be Used for Current and Proposed Mega Project Site Planning and Development Grants**